

BRIGHAM YOUNG UNIVERSITY TRUST LIMITED

FINANCIAL STATEMENTS

31ST DECEMBER 2005

Company Registration Number : 1496990
Charity Registration Number : 280605

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Brigham Young University Trust Limited

INDEX TO ANNUAL REPORT AND FINANCIAL STATEMENTS

Year ended 31 December 2005

	Page
Directors and officers	1
Directors' report	2-3
Statement of Directors' responsibilities	4
Statement of financial activities	5
Balance sheet	6
Accounting policies	7
Notes to the financial statements	8-10
Trustees Report	11

Brigham Young University Trust Limited

DIRECTORS AND OFFICERS

DIRECTORS

T J Spallino
A Ford
C Jolliffe

SECRETARY

C Jolliffe

COMPANY NUMBER

1496990 (England and Wales)

REGISTERED CHARITY NUMBER

280605

REGISTERED OFFICE

751 Warwick Road
Solihull
West Midlands B91 3DQ

AUDITORS

PricewaterhouseCoopers LLP
Cornwall Court
19 Cornwall Street
Birmingham
B3 2DT

BANKERS

Barclays Bank Plc
155 Brompton Road
London
SW3 1XD

Brigham Young University Trust Limited

DIRECTORS' REPORT

The directors, who are the Charity's trustees, submit their report and financial statements of Brigham Young University Trust Limited for the year ended 31st December 2005.

PRINCIPAL ACTIVITY

The principal activity of the company during the year was to promote and further the educational and charitable work of Brigham Young University in the United Kingdom. This is consistent with the activities of previous periods.

REVIEW OF THE BUSINESS

Brigham Young University Trust Limited is a private limited company and is registered as a charity. The charitable company's governing documents are its Memorandum and Articles of Association.

RESULTS AND DIVIDENDS

The expenditure for the year has been met by a subsidy from Brigham Young University. The directors do not recommend payment of a dividend.

RESERVES

The policy is to hold reserve balance at nil. The balance at the year end was nil.

DIRECTORS

The following directors have held office since 1 January 2005:-

A K Broadway	Resigned 27 October 2005
B L Buckner	Resigned 27 October 2005
B C James	Resigned 27 October 2005
A Ford	Appointed 27 October 2005
C Jolliffe	Appointed 27 October 2005
T J Spallino	Appointed 27 October 2005

DIRECTORS' INTERESTS IN SHARES

None of the directors' had, at any time during the year, a beneficial interest in the share capital of the company.

GOVERNANCE AND INTERNAL CONTROL

The directors have considered the risks the charity is exposed to and have ensured that there are suitable controls in place to mitigate those risks.

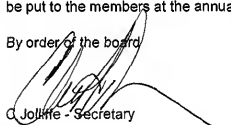
Brigham Young University Trust Limited

DIRECTORS' REPORT

AUDITORS

A resolution to re-appoint PricewaterhouseCoopers LLP, Chartered Accountants, as auditors will be put to the members at the annual general meeting.

By order of the board



G. Jolliffe - Secretary

Brigham Young University Trust Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS for the year ended 31st December 2005

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors' are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors' are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the requirements of the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Brigham Young University Trust Limited

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2005

	Notes	2005 £	2004 £
Incoming resources			
Rental income	1	14,375	14,280
Interest income		1,837	856
Reimbursements from Brigham Young University	1	235,982	227,641
		<u>252,195</u>	<u>242,777</u>
Resources expended			
Direct charitable expenditure	2	252,195	242,777
		<u>252,195</u>	<u>242,777</u>
Total resources expended		<u>252,195</u>	<u>242,777</u>
Net incoming/(outgoing) resources		-	-
Fund balances brought forward at 1 January 2005		-	-
Fund balances carried forward at 31 December 2005		<u>-</u>	<u>-</u>

The Statement of Financial Activities constitutes an Income and Expenditure account for the purposes of the Companies Act 1985.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Statement of Financial Activities.

The result for the year arises from the company's continuing activities.

The notes on pages 8 to 10 form part of these financial statements.

Brigham Young University Trust Limited

BALANCE SHEET as at 31 December 2005

	Notes	2005 £	2004 £
CURRENT ASSETS			
Cash at Bank and in hand		32,308	16,392
		<u>32,308</u>	<u>16,392</u>
CREDITORS: Amounts falling due within one year	4	32,208	16,292
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>100</u>	<u>100</u>
CAPITAL AND RESERVES			
Called up share capital	5	100	100
		<u>100</u>	<u>100</u>
SHAREHOLDERS FUNDS - UNRESTRICTED		<u>100</u>	<u>100</u>

For the year ended 31 December 2005 the company was entitled to exemption under section 249A(1) of the Companies Act 1985.

No Members have requested the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2).

The Directors acknowledge their responsibility for:

- i) Ensuring the company keeps accounting records which comply with Section 211; and
- ii) Preparing Accounts which give a true and fair view of the state of affairs of the Company as at the end of its profit and loss for the financial year in accordance with Section 266, and which otherwise comply with the requirements of the Companies Act relating to Accounts, so far as applicable to the Company.

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the board


C Jolliffe

20th Oct 2006.

Brigham Young University Trust Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared in accordance with the Charities (Accounts and Reports) Regulations October 2000, the Statement of Recommended Practice "Accounting and Reporting by Charities", and under the historical cost convention in accordance with applicable accounting concepts.

INCOME

Net expenditure is reimbursed by Brigham Young University. Any balance due at the year end is included as accrued income.

EXPENDITURE

Expenditure is recorded on a cash basis. The effect of not recording expenditure on the accruals basis is not considered by the directors to be material.

CASH FLOW STATEMENT

No cash flow statement has been prepared as the company meets the small company exemption limits as defined by S247 of Companies Act 1985.

FRS 18

The directors have reviewed the accounting policies and confirmed that they are the most applicable.

PENSION CONTRIBUTIONS

The costs of providing pensions is calculated using actuarial valuation methods which reflect the long costs of providing such pensions.

For defined benefit schemes the regular cost of providing for pensions is calculated so as to produce a substantially level percentage of the current and estimated future pensionable payroll; variations from the regular costs so calculated are allocated to the income and expenditure account over the average remaining service lives of employees.

The company has adopted the transitional arrangements of FRS 17 "Retirement Benefits" for the year ended 31 December 2005. The disclosures required by the standard are shown in note 10. As permitted by its transitional arrangements, figures arising under the standard have not been reflected in the financial statements.

Brigham Young University Trust Limited

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31st December 2005

1 INCOME AND EXPENDITURE

Net expenditure of the company has been met by a reimbursement of £235,982 (2004 £227,641) from Brigham Young University

Rental income of £14,375 (2004: £14,280) was wholly generated in the United Kingdom.

2 ANALYSIS OF TOTAL RESOURCES EXPENDED

	Staff costs £	Other £	Total £
Direct charitable expenditure	102,712	149,483	252,195

Certain management and administrative costs, including audit fees, have been borne by The Church of Jesus Christ of Latter-day Saints (Great Britain).

3 EMPLOYEES

	2005 No.	2004 No.
employed by the company during the year was:		
Office	6	7
	2005 £	2004 £
Staff costs for the above persons:		
Wages and salaries	84,739	82,608
Social security costs	7,242	6,702
Other pension costs	10,731	8,686
	102,712	97,996

DIRECTORS' REMUNERATION

None of the directors who served during the year ended 31 December 2005 received remuneration from this company, nor was any charge made to the company for their services by any other group company. Additionally no director received reimbursement for expenses incurred during the year.

CREDITORS: Amounts falling due within one year	2005 £	2004 £
Amounts owing to group undertakings	32,208	12,557
	32,208	12,557

Brigham Young University Trust Limited

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st December 2005

5	SHARE CAPITAL	2005 £	2004 £
	Authorised		
	100 ordinary shares of £1 each	100	100
		<hr/>	
	Allotted and issued		
	100 ordinary shares of £1 each	100	100
		<hr/>	
6	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS - UNRESTRICTED	2005 £	2004 £
	Result for the financial year	-	-
	Opening shareholders' funds	100	100
	Closing shareholders' funds	100	100

Shareholders' funds are entirely attributable to equity interests.

7 RELATED PARTY TRANSACTIONS

The ultimate controlling party is Brigham Young University, a corporation incorporated in the state of Utah, United States of America.

Brigham Young University fully subsidises the expenditure of the Brigham Young University Trust Limited. For the year ended 31 December 2005 this amounted to £235,982 (2004 £227,641). The balance due to Brigham Young University at the year end was £32,208 (2004 £12,557).

The hostel providing accommodation to students is owned by The Church of Jesus Christ of Latter-day Saints (Great Britain) and is rent free.

8 ULTIMATE HOLDING COMPANY

The company is owned by Brigham Young University, a company incorporated in USA.

The ultimate holding companies and controlling parties are The Corporation of The President of The Church of Jesus Christ of Latter-day Saints and The Corporation of the Presiding Bishop of The Church of Jesus Christ of Latter-day Saints, corporations incorporated in the state of Utah in the United States of America.

Brigham Young University Trust Limited

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31st December 2005

9 FUTURE FINANCE

Brigham Young University has confirmed that it will provide the funds to support the company's future activities.

10 PENSION AND OTHER POST EMPLOYMENT COMMITMENTS

The Company operates a defined benefits Plan, the Deseret UK benefit Plans ("the Plan") which is approved by the Inland Revenue under Chapter 1 Part XIV of the Income and Corporation Taxes Act 1988. The Plan is contracted out of the State Second Pension.

The rate of contributions payable by the Company is determined by an independent qualified actuary on the basis of triennial funding valuations. Contributions paid by the Company to the Plan during the year ended 31 December 2005 amounted to £12.648 million. This amount excludes £139,773 that the Church paid in respect of Group Life premiums for the year.

The assets of the Plan are held separately from the assets of the Company. The most recent triennial valuation, as at 31 December 2003, showed that the value of the Plan's assets was 65% of the value of the benefit accrued to members after allowing for future increases to earnings. The market value of the Plan's assets was £14,575,000, excluding money purchase AVCs. The following assumptions were adopted for the above valuation:

Investment return (Before retirement)	6.50% pa
Investment return (after retirement)	5.00% pa
Average Salary Increases	4.30% pa
Retail price inflation	2.80% pa
Pension increases (post 04/1997 to 04/2005)	2.80% pa

In order to produce the 2005 disclosures required under FRS17 a full valuation, as at 31 December 2005, has been undertaken by an independent qualified actuary using the assumptions shown below for 2005. For the other years the previous full valuation, as at 31 December 2003, has been updated, by an independent actuary, using relevant assumptions as shown below:

	31 December 2005	31 December 2004	31 December 2003
Price inflation	2.80% pa	2.90% pa	2.80% pa
Discount rate	4.75% pa	5.30% pa	5.40% pa
Increase in payment	2.75% pa	2.90% pa	2.80% pa
Pensionable salary increases	4.30% pa	4.40% pa	4.30% pa

On this basis, the balance sheet figures required under FRS17 are as follows:

	31 December 2005		31 December 2004		31 December 2003	
	Expected long-term return	Value £000	Expected long-term return	Value £000	Expected long-term return	Value £000
Equities	7.10% pa	16,450	7.00% pa	13,700	2.80% pa	12,270
Bonds	4.10% pa	1,810	4.80% pa	2,280	2.80% pa	1,440
Cash	4.25% pa	12,680	4.80% pa	-	2.80% pa	-
Property	6.60% pa	1,030	5.30% pa	370	2.80% pa	390
Total market value of assets		31,970		16,350		14,100
Present value of Plan liabilities		30,170		27,010		21,480
Plan surplus/(deficit)		1,800		(10,660)		(7,380)

Note: Bonds and cash were previously included in the same grouping

Brigham Young University Trust Limited

TRUSTEES REPORT

for the year ended 31st December 2005

The objects for the Trust are to promote and further the educational and other charitable work of Brigham Young University in the United Kingdom or elsewhere. To achieve this objective the Brigham Young University Trust Limited continues to operate its Study Abroad Programme from its premises based at 27 Palace Court, London SW7.

The Trust's premises are managed on a day to day basis by Tony Wilcox, under the overall direction of the trustees. The Trustees are grateful for all his excellent work and assistance.

The Trust continues to be funded by a combination of rental income, interest and contributions from Brigham Young University in the USA.

Due to it's educational work, the charity is registered with the Department of Education and Skills. It is also a member of the AASAP-UK (American Association of Study Abroad Providers).

About 250 students came to the UK last year to study at the centre. Each semester different students travel to London. A number of single discipline and interdisciplinary programs of study are offered, including courses in English, sociology, ancient scripture, history, language, literature, art and theatre.

Students and faculty reside at the BYU London Centre, two impressive Victorian town-houses (one a former embassy) on Palace Court in west-central London.

The Trustees are delighted with the trusts achievements over the last year and the study centre continues to be a thriving and popular destination for overseas students.



Olive Jolliffe

Trustee and Secretary

20 October 2006

Figure 1. Schematic diagram of the experimental setup.

10

1. *Chlorophyll a* and *Chlorophyll b* contents were determined by the method of Lichtenthaler and Whistler (1973).